GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:4902
ANSWERED ON:24.08.2001
SLUMP IN PROFIT OF BHEL
JASWANT SINGH YADAV;SURESH RAMRAO JADHAV (PATIL)

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) whether the profit of BHEL has slumped during 2000-2001 as compared to the last year;

(b) if so, the details of the profit and loss during each of the last three years;

(c) the reasons for declining profit;

(d) whether the BHEL has not adhered to the austerity measures announced by the Government; and

(e) if so, the reasons therefor?

Answer

MINISTER OF STATE FOR HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (DR. VALLABHBHAI KATHIRIA)

(a) & (b): Yes, Sir. The Turnover and Profit After Tax (PAT) during the last three years are as under:

(Rupees in crore)

	1998-99	1999-2000	2000-01
Turnover	6795	6634	6348
PAT	545	599	313

(c) The main reason for this decline is one-time additional expenditure on account of settlement of wage revision for all the employees of the company w.e.f. 1.1.1997. General slow down of industrial growth in the country is also having an impact since major investment decisions in the power and industry sectors are getting deferred.

(d) No, Sir.

(e) Does not arise.